

# ProCap

Q2 | 2025 Commentary

ProCap's portfolio performance can be attributed to the strategy's unique breakdown of weightings among sector-specific equities, short and long-term fixed income, and alternatives like gold.

Rate cut hopes from the Federal Reserve and the continually expanding boom in artificial intelligence staved off geopolitical instability rooted in overseas conflicts and domestic tariff policy implementation. Rhetoric has often become long winded and alarmist in nature on the economic impacts of said crosscurrents as markets look for clear directional behavior. The trend of investors and traders reassessing their ongoing risk within their holdings by using active rebalancing as a way to slide more towards an opportunistic objective remains.

Fundamental analysis kept our allocation steady over the prior quarter while job data and economic output waffled to find direction as the Fed consternation and tariff threats dominated the headlines. Similar to the first quarter, our rebalancing schedule kept the necessary holdings split at 50/50 between fixed income and equity participation to achieve the appropriate risk and reward given the economic outputs.

One will note that many triggering events will occur over a full market cycle and it is our effort to utilize sector exposure for the equity target holding in the portfolio, and broad market fixed income exposure in vehicles like corporate bonds and treasuries to attempt to reduce portfolio beta. These expressions are continuously monitored in an aim to achieve their said purpose, should economic trends change.

At Kingsview Investment Management, we thank you for your continued trust in the ProCap strategy. While short-term volatility may continue to test investor resolve, our commitment to fundamental research, disciplined risk management, and long-term perspective remains unchanged. History has shown that patience and quality ultimately prevail, and we believe the current environment is well suited for active managers who stay true to their time-tested methodologies.

Should you wish to speak with one of our portfolio managers, please email [investments@kingsview.com](mailto:investments@kingsview.com).



## Lead Portfolio Manager

**Scott Martin, CIMA®**

*Chief Investment Officer*

Scott D. Martin is Chief Investment Officer at Kingsview Wealth Management, a Registered Investment Advisor in Chicago, and an Index Specialist with Monarch Funds. Previously, he served as Chief Market Strategist at United Advisors, LLC, where he co-chaired the investment committee and developed portfolio strategies.

His career began at Astor Asset Management, where he comanaged ETF-based programs and he was author of the weekly "Astor Long/Short Balanced Update" newsletter. A frequent speaker, Mr. Martin has been featured in The Wall Street Journal, Investor's Business Daily, and Yahoo! Finance. He holds the Certified Investment Management Analyst® designation. He is a former columnist with TheStreet.com and is a volunteer with The Anti-Cruelty Society of Chicago. Mr. Martin graduated from Denison University with a double major in Economics and French.

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